2008-09 Supplementary Supply Estimates (No. 2)

General Revenue Fund

ALBERTA

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General Revenue Fund

Presented by the Honourable Lloyd Snelgrove
President of the Treasury Board
in the Legislative Assembly of Alberta
Spring 2009

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PREFACE

Supplementary Supply Estimates for the General Revenue Fund are presented for the Auditor General and three departments of the Government of Alberta. The Legislative Assembly will be asked to appropriate spending authority from the General Revenue Fund, pursuant to the *Appropriation (Supplementary Supply) Act, 2009*. These Supplementary Supply Estimates reflect the same budgeting methodology as the 2008-09 Estimates which were tabled on April 22, 2008.

The Supplementary Supply Estimates will authorize a $128,477,000 increase in voted Expense and Equipment / Inventory Purchases and a transfer of $7,400,000 from Justice to Solicitor General and Public Security.

Definition of Terms:

Original Gross Amounts are the amounts voted in the 2008-09 Estimates.

Adjustments to Gross Amounts include Supplementary Supply Estimates previously authorized by the *Appropriation (Supplementary Supply) Act, 2008 (No. 2)* and changes in expense and equipment / inventory purchases authorized by section 24(2) of the *Financial Administration Act* for a credit or recovery of spending. Adjusted Gross Amounts for individual departments also reflect transfers between departments pursuant to section 5 of the *Appropriation Act, 2008* and section 4 of the *Appropriation (Supplementary Supply) Act, 2008 (No.2)*.

A Credit or Recovery of spending (expense, equipment / inventory purchases or capital investment) is shown for goods or services which are in variable demand, if their cost can be recovered from internal or external sources. During the fiscal year, Treasury Board may increase the voted estimate if spending and credits or recoveries are expected to exceed the amount budgeted, pursuant to section 24(2) of the *Financial Administration Act*. If the budgeted credits or recoveries are not realized, spending is to be reduced by an equivalent amount.

SCHEDULE OF AMOUNTS TO BE VOTED

Supplementary Supply Estimates (No. 2)

for the Fiscal Year ending March 31, 2009

DEPARTMENT / VOTE		Amount
Amounts to be voted under section 1 of the *Appropriation (Supplementary Supply) Act, 2009*		
LEGISLATIVE ASSEMBLY		
OFFICE OF THE AUDITOR GENERAL		
Expense and Equipment / Inventory Purchases	$	750,000
GOVERNMENT		
AGRICULTURE AND RURAL DEVELOPMENT		
Expense and Equipment / Inventory Purchases	$	70,000,000
EMPLOYMENT AND IMMIGRATION		
Expense and Equipment / Inventory Purchases	$	49,727,000
TRANSPORTATION		
Expense and Equipment / Inventory Purchases	$	8,000,000
Amounts to be transferred under section 2 of the *Appropriation (Supplementary Supply) Act, 2009*		
JUSTICE		
Expense and Equipment / Inventory Purchases	$	(7,400,000)
SOLICITOR GENERAL AND PUBLIC SECURITY		
Expense and Equipment / Inventory Purchases	$	7,400,000
Amount of Expense and Equipment / Inventory Purchases to be voted under section 1(1) of the *Appropriation (Supplementary Supply) Act, 2009*	$	750,000
Amount of Expense and Equipment / Inventory Purchases to be voted under section 1(2) of the *Appropriation (Supplementary Supply) Act, 2009*	$	127,727,000
Amount of Expense and Equipment / Inventory Purchases to be transferred under section 2 of the *Appropriation (Supplementary Supply) Act, 2009*	$	7,400,000

SUMMARY OF CHANGES TO VOTED APPROPRIATIONS

(thousands of dollars)

GENERAL REVENUE FUND

	Original Gross Amount	Adjustments to Gross Amount	Supplementary Appropriation	Total Gross Amount	Total Credit or Recovery
EXPENSE and EQUIPMENT / INVENTORY PURCHASES					
LEGISLATIVE ASSEMBLY					
Office of the Auditor General	21,795	-	**750**	22,545	-
GOVERNMENT					
Agriculture and Rural Development [(i)]	555,531	350,552	**70,000**	976,083	(29,343)
Employment and Immigration [(i)]	923,492	7,884	**49,727**	981,103	(27,380)
Transportation [(i)]	2,252,311	86,499	**8,000**	2,346,810	(3,069)
Balance of Expense and Equipment / Inventory Purchases:					
Offices of the Legislative Assembly	70,939	1,990	-	72,929	-
Government [(i)(ii)(iii)(iv)]	29,727,498	542,958	-	30,270,456	(1,012,023)
Total Voted Expense and Equipment / Inventory Purchases	33,551,566	989,883	**128,477**	34,669,926	(1,071,815)

Notes:

(i) Adjustments to Gross Amount and Credit or Recovery include an increase of $34,047,000 as a result of approved increases in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

Advanced Education and Technology	Treasury Board Minute 22/2008	$363,000
Agriculture and Rural Development	Treasury Board Minute 23/2008	$12,150,000
Agriculture and Rural Development	Treasury Board Minute 48/2008	$1,500,000
Education	Treasury Board Minute 2/2009	$5,500,000
Employment and Immigration	Treasury Board Minute 4/2009	$850,000
Employment and Immigration	Treasury Board Minute 5/2009	$1,300,000
Infrastructure	Treasury Board Minute 11/2009	$4,700,000
Service Alberta	Treasury Board Minute 36/2008	$4,418,000
Service Alberta	Treasury Board Minute 45/2008	$2,162,000
Sustainable Resource Development	Treasury Board Minute 31/2008	$500,000
Sustainable Resource Development	Treasury Board Minute 44/2008	$105,000
Transportation	Treasury Board Minute 14/2009	$499,000

(ii) Adjustments to Gross Amount reflects the following transfers for emerging capital purposes from Infrastructure, pursuant to the *Appropriation Act, 2008*, section 5(1)(a) to:

Advanced Education and Technology	Treasury Board Minute 27/2008	$2,500,000
Advanced Education and Technology	Treasury Board Minute 8/2009	$6,913,000
Culture and Community Spirit	Treasury Board Minute 40/2008	$500,000
Culture and Community Spirit	Treasury Board Minute 51/2008	$500,000
Education	Treasury Board Minute 28/2008	$1,808,000
Education	Treasury Board Minute 49/2008	$3,970,000
Education	Treasury Board Minute 9/2009	$2,900,000
Health and Wellness	Treasury Board Minute 52/2008	$450,000
Health and Wellness	Treasury Board Minute 10/2009	$1,600,000
Housing and Urban Affairs	Treasury Board Minute 29/2008	$1,380,000
Housing and Urban Affairs	Treasury Board Minute 50/2008	$900,000
Sustainable Resource Development	Treasury Board Minute 30/2008	$1,275,000

(iii) Adjustments to Gross Amount reflects the following transfers for capital planning and preliminary design purposes from Treasury Board, pursuant to the *Appropriation Act, 2008*, section 5(5)(a) to:

Infrastructure	Treasury Board Minute 21/2008	$1,000,000
Infrastructure	Treasury Board Minute 41/2008	$150,000

(iv) Adjustments to Gross Amount reflects a $2,200,000 transfer for capital planning and preliminary design purposes from Treasury Board expense to Transportation capital investment under Treasury Board Minute 46/2008 pursuant to the *Appropriation Act, 2008*, section 5(5)(b).

TRANSFER OF VOTED APPROPRIATIONS

(thousands of dollars)

GENERAL REVENUE FUND

	Total Gross Amount	Transfer	Revised Gross Amount
EXPENSE and EQUIPMENT / INVENTORY PURCHASES			
Justice	492,869	**(7,400)**	485,469
Solicitor General and Public Security	564,380	**7,400**	571,780
Balance of Expense and Equipment / Inventory Purchases	33,612,677	-	33,612,677
Total Voted Expense and Equipment / Inventory Purchases	34,669,926	-	34,669,926

REASON FOR TRANSFER

The transfer of $7,400,000 is requested to allocate a portion of the 2008-09 Crime Reduction and Safe Communities funding budgeted within Justice, which was to be reallocated to other departments as projects within the Crime Reduction and Safe Communities Initiative were finalized.

In 2008-09, the Government established the Safe Communities Secretariat, a partnership of nine government ministries, to coordinate and implement the recommendations of the Crime Reduction and Safe Communities Task Force. The transfer is requested to allocate a portion of the Crime Reduction and Safe Communities funding from Justice to Solicitor General and Public Security to address lower than anticipated staff vacancy rates, higher than anticipated salary settlement costs, and rising accommodation costs under the Provincial Police Service Agreement.

Details of 2008-09 Supplementary Supply Estimates (No. 2)

General Revenue Fund

OFFICE OF THE AUDITOR GENERAL

FRED J. DUNN
Auditor General
8th Floor, 9925 - 109 Street, (780) 427-4220

SUPPLEMENTARY AMOUNT TO BE VOTED

(thousands of dollars)

	Original Gross Amount	Adjustments to Gross Amount	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery
EXPENSE and EQUIPMENT / INVENTORY PURCHASES	21,795	-	**750**	22,545	-

REASON SUPPLEMENTARY SUPPLY ESTIMATES REQUESTED

This supplementary amount of $750,000 is requested to provide for increased auditing requirements related to the March 2008 government restructuring, the new Alberta Health Services entity, plus various special systems audits such as Alberta Mental Health, ATB Treasury Management, Climate Change, Protecting Information Assets, and Asset-Backed Commercial Paper.

DETAILS OF SUPPLEMENTARY SUPPLY ESTIMATES

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

Reference / Element	Original Gross Amount	Adjustments to Gross Amount	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery
Expense					
1 Office of the Auditor General	21,700	-	**750**	22,450	-
Expense	21,700	-	**750**	22,450	-
Equipment / Inventory Purchases					
1 Office of the Auditor General	95	-	-	95	-
Equipment / Inventory Purchases	95	-	-	95	-
Total	21,795	-	**750**	22,545	-

AGRICULTURE AND RURAL DEVELOPMENT

THE HONOURABLE GEORGE GROENEVELD
Minister
424 Legislature Building, (780) 427-2137

SUPPLEMENTARY AMOUNT TO BE VOTED

(thousands of dollars)

	Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
EXPENSE and EQUIPMENT / INVENTORY PURCHASES	555,531	350,552	**70,000**	976,083	(29,343)

* Adjustments to Gross Amount and Credit or Recovery include a net increase of $13,650,000 as a result of approved increases in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

REASON SUPPLEMENTARY SUPPLY ESTIMATES REQUESTED

This supplementary amount of $70,000,000 is requested to provide for higher than anticipated producer claims under Phase 1 of the Alberta Farm Recovery Plan (AFRP I) in the 2007-08 benefit year. This does not represent any change to the benefits or costs associated with the $300,000,000 second phase of the plan (AFRP II) in the 2008-09 benefit year.

DETAILS OF SUPPLEMENTARY SUPPLY ESTIMATES

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

Reference / Element	Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
Expense					
6 AGRICULTURE INSURANCE AND LENDING ASSISTANCE					
6.0.5 Farm Recovery Plan	-	300,000	**70,000**	370,000	-
Balance of Expense	552,765	50,552	-	603,317	(29,343)
Equipment / Inventory Purchases	2,766	-	-	2,766	-
Total	555,531	350,552	**70,000**	976,083	(29,343)
Expense	552,765	350,552	**70,000**	973,317	(29,343)
Equipment / Inventory Purchases	2,766	-	-	2,766	-

* Adjustments to Gross Amount and Credit or Recovery include a net increase of $13,650,000 as a result of approved increases in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

DEPARTMENT SUMMARY

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

	Original Gross Amount	Adjustments to Gross Amount	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery
Expense					
1 Ministry Support Services	15,116	105	-	15,221	(350)
2 Planning and Competitiveness	48,492	2,000	-	50,492	(2,000)
3 Rural Development	38,945	3,400	-	42,345	(1,230)
4 Industry Development	52,777	1,485	-	54,262	(7,318)
5 Environment and Food Safety	101,805	8,760	-	110,565	(18,445)
6 Agriculture Insurance and Lending Assistance	295,630	313,802	**70,000**	679,432	-
7 Livestock and Meat Strategy	-	21,000	-	21,000	-
Program Expense	552,765	350,552	**70,000**	973,317	(29,343)
Equipment / Inventory Purchases					
1 Ministry Support Services	70	-	-	70	-
4 Industry Development	2,116	-	-	2,116	-
5 Environment and Food Safety	580	-	-	580	-
Equipment / Inventory Purchases	2,766	-	-	2,766	-
Total	555,531	350,552	**70,000**	976,083	(29,343)

EMPLOYMENT AND IMMIGRATION

THE HONOURABLE HECTOR GOUDREAU
Minister
423 Legislature Building, (780) 415-4800

SUPPLEMENTARY AMOUNT TO BE VOTED

(thousands of dollars)

	Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
EXPENSE and EQUIPMENT / INVENTORY PURCHASES	923,492	7,884	**49,727**	981,103	(27,380)

* Adjustments to Gross Amount and Credit or Recovery include an increase of $2,150,000 as a result of an approved increase in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

REASON SUPPLEMENTARY SUPPLY ESTIMATES REQUESTED

This supplementary amount of $49,727,000 is requested to provide $55,577,000 for the following programs, partially offset by a lapse of $5,850,000 in other programs:

- $8,262,000 for Employment and Training Programs due to higher contract costs, client numbers and case management fees;
- $15,827,000 for Health Benefits due to higher caseloads and cost per case; and
- $31,488,000 for Income Supports due to higher caseloads and cost per case.

DETAILS OF SUPPLEMENTARY SUPPLY ESTIMATES

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

Reference / Element		Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
Expense						
2	**EMPLOYMENT**					
2.2	**Employment and Training Programs**					
2.2.6	Training for Work	58,187	1,300	**8,262**	67,749	(1,300)
2.4	**Health Benefits**					
2.4.1	Alberta Child Health Benefit	24,300	-	**5,427**	29,727	-
2.4.2	Alberta Adult Health Benefit	10,359	-	**4,100**	14,459	-
2.4.4	People Expected to Work or Working	17,901	-	**2,700**	20,601	-
2.4.5	People Not Expected to Work	39,860	-	**3,600**	43,460	-
2.5	**Income Supports**					
2.5.1	Learners	57,538	4,600	**5,471**	67,609	-
2.5.2	People Expected to Work or Working	130,271	9,000	**18,726**	157,997	-
2.5.3	People Not Expected to Work	115,500	4,400	**7,037**	126,937	-
2.5.4	Widow's Pension	3,923	-	**254**	4,177	-
Balance of Expense		462,055	(14,263)	**(5,850)**	441,942	(25,230)
Equipment / Inventory Purchases		3,598	2,847	-	6,445	(850)
Total		923,492	7,884	**49,727**	981,103	(27,380)
Expense		919,894	5,037	**49,727**	974,658	(26,530)
Equipment / Inventory Purchases		3,598	2,847	-	6,445	(850)

* Adjustments to Gross Amount and Credit or Recovery include an increase of $2,150,000 as a result of an approved increase in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2). Adjustments to Gross Amount also reflects a reallocation of $1,997,000 from expense to equipment / inventory purchases.

DEPARTMENT SUMMARY

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

	Original Gross Amount	Adjustments to Gross Amount	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery
Expense					
1 Ministry Support Services	22,004	-	-	22,004	-
2 Employment	708,661	16,662	**55,308**	780,631	(5,630)
3 Labour Standards and Workplace Safety	37,492	(810)	-	36,682	(20,900)
4 Immigration	84,928	(8,251)	**(2,636)**	74,041	-
5 Health Workforce Development	48,500	(1,779)	**(2,645)**	44,076	-
6 Federal Community Development Trust	5,000	-	-	5,000	-
7 Labour Relations Board	3,147	-	-	3,147	-
8 Workers' Compensation Appeals	10,162	(785)	**(300)**	9,077	-
Program Expense	919,894	5,037	**49,727**	974,658	(26,530)
Equipment / Inventory Purchases					
1 Ministry Support Services	578	-	-	578	-
2 Employment	3,020	1,997	-	5,017	-
3 Labour Standards and Workplace Safety	-	850	-	850	(850)
Equipment / Inventory Purchases	3,598	2,847	-	6,445	(850)
Total	923,492	7,884	**49,727**	981,103	(27,380)

ALBERTA

TRANSPORTATION

THE HONOURABLE LUKE OUELLETTE
Minister
320 Legislature Building, (780) 427-2080

SUPPLEMENTARY AMOUNT TO BE VOTED

(thousands of dollars)

	Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
EXPENSE and EQUIPMENT / INVENTORY PURCHASES	2,252,311	86,499	**8,000**	2,346,810	(3,069)

* Adjustments to Gross Amount and Credit or Recovery include an increase of $499,000 as a result of an approved increase in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

REASON SUPPLEMENTARY SUPPLY ESTIMATES REQUESTED

This supplementary amount of $8,000,000 is requested to provide for off-site servicing work related to the Fort McMurray Community Development Plan.

DETAILS OF SUPPLEMENTARY SUPPLY ESTIMATES

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

Reference / Element	Original Gross Amount	Adjustments to Gross Amount *	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery *
Expense					
3 MUNICIPAL SUPPORT					
3.0.2 Alberta Cities Transportation Partnerships	240,200	-	**8,000**	248,200	-
Balance of Expense	1,976,626	86,499	-	2,063,125	(3,069)
Equipment / Inventory Purchases	35,485	-	-	35,485	-
Total	2,252,311	86,499	**8,000**	2,346,810	(3,069)
Expense	2,216,826	86,499	**8,000**	2,311,325	(3,069)
Equipment / Inventory Purchases	35,485	-	-	35,485	-

* Adjustments to Gross Amount and Credit or Recovery include an increase of $499,000 as a result of an approved increase in expense and equipment / inventory purchases and in credit or recovery, pursuant to the *Financial Administration Act*, section 24(2).

DEPARTMENT SUMMARY

(thousands of dollars)

EXPENSE and EQUIPMENT / INVENTORY PURCHASES VOTE

	Original Gross Amount	Adjustments to Gross Amount	**Supplementary Appropriation**	Total Gross Amount	Total Credit or Recovery
Expense					
1 Ministry Support Services	28,034	-	-	28,034	-
2 Provincial Highway Systems and Safety	444,247	499	-	444,746	(2,819)
3 Municipal Support	1,350,325	86,000	**8,000**	1,444,325	(250)
4 Other Programs and Services	36,037	-	-	36,037	-
5 Non-Cash Items	339,972	-	-	339,972	-
Program Expense	2,198,615	86,499	**8,000**	2,293,114	(3,069)
Debt Servicing Costs	18,211	-	-	18,211	-
Equipment / Inventory Purchases					
1 Ministry Support Services	10,185	-	-	10,185	-
2 Provincial Highway Systems and Safety	25,300	-	-	25,300	-
Equipment / Inventory Purchases	35,485	-	-	35,485	-
Total	2,252,311	86,499	**8,000**	2,346,810	(3,069)